

# EXTRACT OF AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2012

## I INDEPENDENT AUDITORS REPORT TO MEMBERS OF FINCA UGANDA LIMITED (MDI)

The accompanying summary financial statements, which comprise the summary statement of financial position at 31st December 2012, the summary statement of comprehensive income and other disclosures for the period then ended and derived from the audited financial statements of FINCA Uganda Limited (MDI) for the period ended 31st December 2012. We expressed an unmodified audit opinion on those financial statements in our report dated 18th April 2013.

Those financial statements and these summary financial statements do not reflect the effect of events that occurred subsequent to the date of our report on those financial statements.

These summary financial statement do not contain all disclosures required by the International Financial reporting Standards, the Financial Institutions Act, 2004 and the Uganda Companies Act, 2004 and the Uganda companies Act. Reading the summary financial statements, therefore is not a substitute for reading the audited Financial Institutions Act 2004.

### Directors responsibilities for the Summary Financial Statements

The directors are responsible for the preparation and fair presentation of a summary of the audited financial statements in accordance with the Financial Institutions External Auditors regulations, 2010 and Financial Institutions Act 2004.

### Auditors responsibility

Our responsibility is to express an opinion on the summary financial statements based on our procedures, which were conducted in accordance with International Standards on Auditing (ISA) 810, "Engagements to Report on Summary Financial Statements".

### Opinion

In our opinion, Summary financial statements derived from the audited financial statements of FINCA Uganda Limited (MDI) for the period 31st December 2012 are consistent, in all material respects, with audited financial statements in accordance with the Financial Institutions (External Auditors) Regulation 2010 and the Financial Institutions act 2004.

*Deloitte & Touche*  
Certified Public Accountants (Uganda)

Date: 18th April 2013

## II STATEMENT OF FINANCIAL POSITION

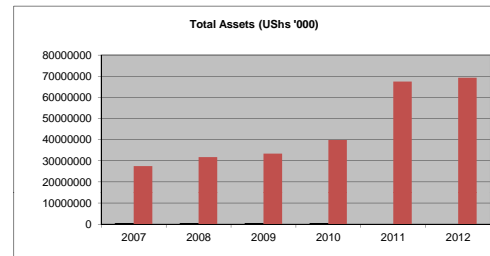
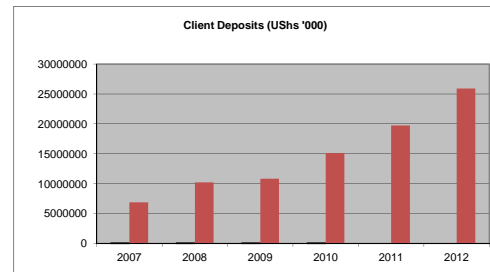
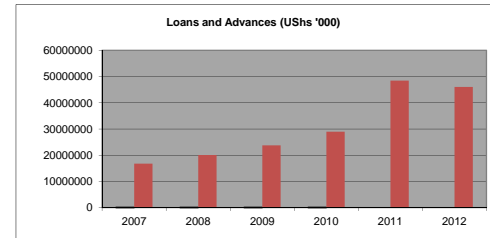
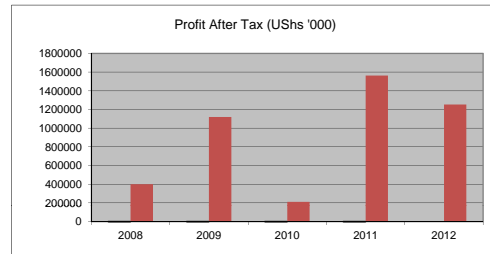
	2012 Ushs' 000	2011 Ushs' 000
<b>ASSETS</b>		
Cash and balances with Bank of Uganda	8,180,916	5,138,795
Deposits and balances due from other banks	6,617,585	7,826,507
Loans and advances to customers	46,063,560	48,449,249
Other assets	3,586,973	3,136,302
Deferred tax assets	2,287,769	-
Property and equipment	2,462,343	2,905,940
Intangible assets	110,664	97,030
<b>Total assets</b>	<b>69,309,810</b>	<b>67,553,823</b>
<b>LIABILITIES</b>		
Deposits from customers	25,917,245	19,724,461
Other liabilities	2,936,700	2,264,839
Amounts due to related parties	1,149,089	404,236
Subordinated debt	21,447	858
Notes payable	10,372,972	18,180,004
Deferred grants	1,190,338	733,753
Deferred tax liability	-	286,753
<b>Total liabilities</b>	<b>41,587,791</b>	<b>41,594,904</b>
<b>Reserves</b>		
Share Capital	6,795,620	6,795,620
Share Premium	6,795,620	6,795,620
Retained earnings	4,957,959	4,086,436
Capital Grant Fund	28,145	28,145
Regulatory reserve	324,660	504,472
Fair value reserve	8,820,015	7,748,626
	27,722,019	25,958,919
<b>Total equity and liabilities</b>	<b>69,309,810</b>	<b>67,553,823</b>

## III STATEMENT OF COMPREHENSIVE INCOME

	2012 Ushs' 000	2011 Ushs' 000
Interest and similar income	25,466,541	18,614,748
Interest and similar expense	(4,843,413)	(1,932,675)
Impairment on loans and advances	(1,824,864)	(576,644)
Net income after loan impairment	18,798,264	16,105,429
Fee and commission, grants and other income	5,591,015	4,872,698
<b>Net operating income</b>	<b>24,389,279</b>	<b>20,978,127</b>
<b>Expenses</b>		
Employee benefit expenses	(11,109,734)	(8,383,114)
Administrative expenses	(13,148,318)	(8,911,554)
Depreciation and amortisation	(1,384,555)	(1,533,185)
Profit before taxation	(1,253,328)	2,150,274
Taxation (Charge)/Credit	2,506,002	(586,445)
<b>Net profit for the year</b>	<b>1,252,674</b>	<b>1,563,829</b>

## IV OTHER DISCLOSURES

	2012 Ushs' 000	2011 Ushs' 000
<b>Capital Position</b>		
Core Capital	18,304,012	16,334,799
Supplementary Capital	9,289,999	8,234,639
<b>Total Qualifying Capital</b>	<b>27,594,011</b>	<b>24,569,438</b>
<b>Total Risk Weighted Assets</b>	<b>53,547,057</b>	<b>56,689,499</b>
Core Capital to RWA	34.18%	28.81%
Total Qualifying Capital to RWA	51.53%	43.34%



## V MESSAGE FROM DIRECTORS

The above statement of financial position and comprehensive income were audited by Deloitte & Touche and received an unqualified opinion. The financial statements were approved by the Board of Directors on 18th April 2013 and signed on its behalf by:

*James Semakadde*

**James Semakadde**  
Director

*Mike Gama-Lobo*

**Mike Gama-Lobo**  
Director